

**SCHEDULE D
FORM N-40
(REV. 1998)**

STATE OF HAWAII—DEPARTMENT OF TAXATION

Capital Gains and Losses

Attach this Schedule to Fiduciary Income Tax Return (Form N-40)

1998

Name of Estate or Trust

Federal Employer Identification Number

PART I Short-term Capital Gains and Losses — Assets Held One Year or Less

PART II Long-term Capital Gains and Losses — Assets Held More Than One Year

PART III Summary of Parts I and II

(a) Beneficiaries

(b) Fiduciary

(c) Total

15 Net short-term gain or (loss) from line 6, above	15				
16 Net long-term gain or (loss) from line 14, above	16				
17 Total net gain or (loss). (combine lines 15 and 16) ➤	17				

If line 17, column (c), is a net gain, enter the gain on Form N-40, line 6. If lines 16 and 17, column (b), are net gains, go to Part VI, and DO NOT complete Parts IV and V.

If line 17, column (c), is a net (loss), complete Parts IV and V, as necessary.

PART IV Computation of Capital Loss Limitation

18 Enter here and enter as a (loss) on Form N-40, line 6, the smaller of:

(i) The net loss on line 17, column (c); or

(ii) \$3,000

If the net loss on line 17, column (c) is more than \$3,000, OR if the taxable income on line 22, page 1, of Form N-40 is zero or less, complete Part V to determine your capital loss carryover.

18 ()

PART V Computation of Capital Loss Carryovers From 1998 to 1999**Section A. — Computation of Carryover Limit**

19 Enter the taxable income or (loss) for 1998 from Form N-40, line 22.....

19

20 Enter the loss from line 18 as a positive amount

20

21 Enter the amount from Form N-40, line 20.....

21

22 Adjusted taxable income (combine lines 19, 20, and 21, but not less than zero).....

22

23 Enter the lesser of line 20 or line 22.....

23

Section B. — Short-Term Capital Loss Carryover

(Complete this section only if there is a loss shown on line 6 and line 17, column (c).)

24 Enter the loss shown on line 6 as a positive amount

24

25 Enter the gain, if any, shown on line 14. (If that line is blank or shows a loss, enter zero).....

25

26 Enter the amount from line 23

26

27 Add lines 25 and 26

27

28 Line 24 minus line 27. If zero or less, enter zero. This is your short-term capital loss carryover from 1998 to 1999.

If this is the final return of the trust or decedent's estate, also enter on line 9b, Schedule K-1 (Form N-40)

28

Section C. — Long-Term Capital Loss Carryover

(Complete this section only if there is a loss shown on line 14 and line 17, column (c).)

29 Enter the loss shown on line 14 as a positive amount

29

30 Enter the gain, if any, shown on line 6 (If that line is blank or shows a loss, enter zero).....

30

31 Enter the amount from line 23

31

32 Enter the amount from line 24

32

33 Line 31 minus line 32. If zero or less, enter zero

33

34 Add lines 30 and 33

34

35 Line 29 minus line 34. If zero or less, enter zero. This is your long-term capital loss carryover from 1998 to 1999.

If this is the final return of the trust or decedent's estate, also enter on line 9c, Schedule K-1 (Form N-40)

35

PART VI Tax Computation Using Maximum Capital Gains Rate (Complete this part only if lines 16 and 17, column (b) are net capital gains.)

36 Enter your taxable income from Form N-40, line 22

36

37a Net capital gain taxable to the estate or trust. Enter the smaller of line 16 or 17, column (b)

37a

b If you completed Form N-158, enter the amount from Form N-158, line 4e

37b

c Line 37a minus line 37b. If zero or less, enter zero

37c

38 Line 36 minus line 37c. If zero or less, enter zero.....

38

39 Enter the greater of line 38 or \$3,500.....

39

40 Tax on amount on line 39. If line 39 is \$3,500, enter \$130.00

40

41 Line 36 minus line 39. Also, enter this amount on Form N-40, line 23(a).....

41

42 Multiply the amount on line 41 by 7.25% (.0725).....

42

43 Maximum capital gains tax. Add lines 40 and 42.....

43

44 Regular tax on amount on line 36 above (see Form N-40, line 23, instructions).....

44

45 Enter the lesser of line 43 or line 44 here and also:

► Calendar year taxpayers, enter this amount on Form N-40, line 23 and check the "Schedule D (Form N-40)" box

► Fiscal year end taxpayers, enter this amount on line 1 of the *Tax Computation Worksheet* on page 6 of the Form N-40 instructions. Complete the *Tax Computation Worksheet* to determine the amount to include on Form N-40, line 23

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